

IN THE UNITED STATES DISTRICT COURT
FOR THE WESTERN DISTRICT OF NORTH CAROLINA
ASHEVILLE DIVISION
1:21-cv-00031-MOC-WCM

MARIANA KARPELLS KUEHN
On Behalf of Herself and
All Others Similarly Situated

Plaintiff,

v.

SAGE ECOENTERPRISES, LLC, and
JAMES R. TALLEY *doing business as*
Green Sage Café

Defendants.

ORDER

This matter is before the Court on various filings which indicate that Sage EcoEnterprises, LLC (“Sage”) has filed a voluntary bankruptcy petition under Chapter 11 of the United States Bankruptcy Code. Docs. 26, 32.

The undersigned confirmed during an Initial Pretrial Conference on May 21, 2021 that Sage filed bankruptcy April 20, 2021. All parties to this action agreed that the automatic stay pursuant to 11 U.S.C. § 362 stays Plaintiff’s claims against Sage in this matter.

It is well-settled that “[w]hen litigation is pending against the debtor at the time a bankruptcy case is commenced, the litigation is stayed automatically.” 3 Collier on Bankruptcy ¶ 362.03[3] (16th ed. 2014); see also 11 U.S.C. § 362(a)(1) (providing that a bankruptcy petition operates as an

automatic stay of “the commencement or continuation . . . of a judicial, administrative, or other action or proceeding against the debtor”). Accordingly, this action is stayed as to Sage.

The question of whether Plaintiff’s claims against individual Defendant James R. Talley should likewise be stayed will be addressed in the context of the parties’ pending Motions, as discussed during the conference.

Accordingly, it is **ORDERED** that this action is hereby **STAYED** as to Defendant Sage EcoEnterprises, LLC until further Order of the Court. All other claims pending in this action remain unaffected by this stay at this time.

IT IS FURTHER ORDERED that the parties shall file a status report with the Court every ninety (90) days until the bankruptcy proceeding is completed or the automatic stay is lifted, whichever first occurs.

Signed: May 21, 2021

A handwritten signature in black ink, reading "W. Carleton Metcalf", written over a horizontal line.

W. Carleton Metcalf
United States Magistrate Judge

